METHOD AND SYSTEM FOR DATABASE MANAGEMENT FOR DATA MINING

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5   2001 under 35 C.F.R. 1.53(b).

Field of the Invention

The current invention is generally related to a database analysis technology, and

10   more particularly related to the generation of a customer list based upon a certain

predetermined purpose using a speculation model.

BACKGROUND OF THE INVENTION

15   In the recent years, magnetic cards and IC cards have been widely used in

combination with computer equipment. With the above cards, customer databases have

been developed and maintained in various industries such as department stores, specialty

boutiques, consumer electronics retailers and super markets. The above databases include

customer characteristic information such as names and addresses as well as other

20   information such as accumulated purchase data. Similarly, transactions are maintained in

the databases for the financial industry while data called call detail data are maintained in

the databases for the telecommunication industry. For example, the call detail data include

a caller number, a recipient number and call duration for each call. Based upon the above

described databases, one exemplary service is Customer Relationship Management (CRM)

25   for providing quality service.

Another exemplary use of the above described databases is data mining that semi-

automatically extracts certain information by analyzing a large volume of database data. In

particular, data mining includes rule induction, Memory Based Reasoning (MBR), On-

30   Line Aanalytical Processing (OLAP), and the these exemplary data mining methods are

disclosed in "Data Mining Techniques For Marketing, Sales and Customer Support," pp.

120-123, John Wiley & Sons, Inc (1997). Rule induction generally extracts certain

classifications of the layer structure defines a speculated segment that is a portion of data to be speculated. In the above example, the speculated segment is a portion of the customer data that is defined by the above described combined conditions. For example, the speculated segment is expressed by age = 20~24 & gender = female & profit amount =

5      $300~$400. One rule generation technique is disclosed in "Proceedings of 1999 IEEE International Conference on Systems, Man, and Cybernetics," p.V.-882-886.

Now referring to FIGURE 4, one example of the characteristic rule sets 104 is illustrated based upon the customer 101 in the March data. A first column includes entry

10   items such as numbers while the rest of the columns each includes one rule. A rule sentence in the second column is written in the "if ... then" format. For example, if the age is between twenty and twenty-four and the gender is female, license is cancelled. A rule/condition in the third column is a ration between a number of records to satisfy the rule and a number of records to satisfy only the condition portion of the rule. 200 people

15   satisfy the rule portion while 50 people satisfy both the rule and condition portions. A precision level in the fourth column is a ratio between the number of satisfying records for the rule and the number of satisfying records for the condition.

Now referring to FIGURE 5, an exemplary multidimensional display is

20   illustrated. In this example, the above rule No. 1 is selected in FIGURE 4. The selected rule is that if the age is between twenty and twenty-four and the gender is female, license is cancelled. Based upon the above selected rule, a multidimensional display screen displays condition items as well as conclusion items, and the multidimensional display includes rows for displaying age groups and columns for displaying gender. In each cell, the above

25   ratio between the number of cancelled customers for the rule and a total number of customers is displayed as a conclusion item. The above ratio value is automatically calculated by the system according to the current invention. The cells that meet the conditions used in the selected rule are in a certain predetermined color in order to distinguish at a first glance from other conditions that are not used in the rule. Other

30   conditions are displayed as pages of the multidimensional database.

segment is worthwhile for predictions. An example of deleting a condition in the above example to restore the profit amount to the originally selected all-amount condition. As described above, the user focuses upon a certain cell after he or she adds or deletes conditions to see the cell values in the certain cells and cells around the certain cells.

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Still referring to FIGURE 6, after the user added the condition on the profit amount of $300-$400 in combination with the existing conditions of age = 20 through 24 and the gender = female, the above conditions determine the selected segment 108 as shown in FIGURE 1. Using a pointing device such as a mouse, a particular cell is selected

10   as a target cell for speculation. Furthermore, a set of predetermined functions is also displayed for the selected cell when the user initiates the menu. For example, the menu display is initiated by a right mouse button while the cell is selected by a left mouse button.
Within the function menu, the user selects a desired function by the left mouse button. Assuming that the user selects the selected customer list generation in the function menu

15   and the March data is currently being displayed, the selected customer list 107 is selected from the customer data 101 from May or two months after the current data and only from a portion that satisfies the imposed conditions 108. The month for the above analysis is automatically selected to be two months after the currently selected month. As described above with respect to FIGURE 2, certain portions of the data other than a specified data

20   such as the cancellation status are automatically taken from two month earlier. Next, assuming that the user selects the speculation mode generation in the function menu, the speculation model generation unit 109 automatically generates an optimal speculation model based upon the conditions that the user has selected for the above described segment selection process or unit 106. Lastly, assuming that the user selects the speculation in the

25   function menu, the speculation processing unit 111 automatically ~~conclude~~ concludes the speculation results 112 based upon the selected customer list 107 and the speculation models 110. The speculation algorithm is substantially the same as the algorithm used for speculating the potential cancelled customers or possibility for the cancelled customers. The speculation algorithms include prior art techniques that have been disclosed in the

30   background section of the current application. The speculation item in the function menu remains disabled until the selected customer list 107 and the speculation models 110 have been selected and successfully completed.

METHOD AND SYSTEM FOR DATABASE MANAGEMENT FOR DATA MINING

5   **Field of the Invention**

The current invention is generally related to a database analysis technology, and more particularly related to the generation of a customer list based upon a certain predetermined purpose using a speculation model.

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BACKGROUND OF THE INVENTION

In the recent years, magnetic cards and IC cards have been widely used in combination with computer equipment. With the above cards, customer databases have

15   been developed and maintained in various industries such as department stores, specialty boutiques, consumer electronics retailers and super markets. The above databases include customer characteristic information such as names and addresses as well as other information such as accumulated purchase data. Similarly, transactions are maintained in the databases for the financial industry while data called call detail data are maintained in

20   the databases for the telecommunication industry. For example, the call detail data include a caller number, a recipient number and call duration for each call. Based upon the above described databases, one exemplary service is Customer Relationship Management (CRM) for providing quality service.

25   Another exemplary use of the above described databases is data mining that semi-automatically extracts certain information by analyzing a large volume of database data. In particular, data mining includes rule induction, Memory Based Reasoning (MBR), On-Line Analytical Processing (OLAP), and the these exemplary data mining methods are disclosed in "Data Mining Techniques For Marketing, Sales and Customer Support," pp.

30   120-123, John Wiley & Sons, Inc (1997). Rule induction generally extracts certain information from the database by specifying predetermined rules such as a condition, if and then. One exemplary induction rule is disclosed in "Proceedings of 1999 IEEE

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International Conference on Systems, Man, and Cybernetics," p.V.-882-886. For one example of MBR, as disclosed in the above "Data Mining Techniques For Marketing, Sales and Customer Support" at p.120, a certain future event is evaluated based upon similar to a known event in the database. For example, the occurrence of the future event

5   is quantified based upon the known similar event or the future event is classified based upon the known similar event. Finally, for OLAP, as disclosed in the above "Data Mining Techniques For Marketing, Sales and Customer Support" at p.123, a significant pattern in the data is explored, and the result is displayed based upon a multidimensional database. By combining the induction rule and OLAP techniques, one way to improve the precision

10   of the MBR-based prediction is disclosed in "Customer Relationship Management Through Data Mining," Proceedings of Informs Seoul, P1956-1963, (2001).

In the above described combination of prior art, the last exemplary prior art is designed to predict or speculate on a certain segment of the data based upon a

15   predetermined rule. However, in the last exemplary prior art, a user is not able to specify an additional rule and or to delete any existing rules based upon his or her opinion or other circumstances. The user is not able to ascertain certain characteristics of the segment such as a number of customers. For the above reasons, it is desired that a user specifies an additional rule and or to delete any existing rules based upon his or her opinion or other

20   circumstances to ascertain certain characteristics of the data segment. It is also desired to display or identify any user-specified conditions on the results.

SUMMARY OF THE INVENTION

25   . In order to solve the above and other problems, according to a first aspect of the current invention, a method of database management includes the steps of: generating characteristic rules based upon data definition information and data, the data definition information including items specifying analysis and conditions; generating a multidimensional database based upon the characteristic rules, the data and the data

30   definition information, the multidimensional database being organized based upon conclusion items and condition items of the characteristic rules, the conclusion items specifying an analysis dimension, the condition items specifying a key dimension;

selecting one of the characteristic rules; extracting a selected segment and a speculation data list from the data based upon the condition items and the selected one of the characteristic rules, the selected segment specifying conditions for selecting the speculation data list; generating a speculation model base upon the data, the selected segment and the

5   speculation data list; selecting one of the speculation models; and outputting speculation results based upon the speculation model and the speculation data list.

According to a second aspect of the current invention, a system for data mining a database includes: a data storage unit for storing data definition information and data, the

10   data definition information including items specifying analysis and conditions; a characteristic rule generation unit connected to the data storage unit for generating characteristic rules based upon the data definition information and the data, the characteristic rules being stored in the data storage unit; a segment selection unit connected to the data storage unit for generating a multidimensional database based upon the

15   characteristic rules, the data and the data definition information, the multidimensional database being organized based upon conclusion items and condition items of the characteristic rules, the conclusion items specifying an analysis dimension, the condition items specifying a key dimension, the multidimensional database being stored in the data storage unit; a user interface unit connected to the data storage unit for selecting one of the

20   characteristic rules and one of the speculation models; and a speculation processing unit connected to the storage unit and the processing unit for extracting a selected segment and a speculation data list from the data based upon the selected one of the characteristic rules, the selected segment specifying conditions for selecting the speculation data list, the speculation processing unit generating a speculation model based upon the data, the

25   selected segment and the speculation data list, the speculation processing unit outputting speculation results based upon the selected one of the speculation models and the speculation data list.

A third aspect of the current invention provides a storage medium for storing

30   computer executable instructions for managing a database. The computer executable instructions perform the steps of: generating characteristic rules based upon data definition information and data, the data definition information including items specifying analysis

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and conditions; generating a multidimensional database based upon the characteristic rules, the data and the data definition information, the multidimensional database being organized based upon conclusion items and condition items of the characteristic rules, the conclusion items specifying an analysis dimension, the condition items specifying a key

5   dimension; selecting one of the characteristic rules; extracting a selected segment and a speculation data list from the data based upon the condition items and the selected one of the characteristic rules, the selected segment specifying conditions for selecting the speculation data list; generating a speculation model base upon the data, the selected segment and the speculation data list; selecting one of the speculation models; and

10   outputting speculation results based upon the speculation model and the speculation data list.

These and various other advantages and features of novelty which characterize the invention are pointed out with particularity in the claims annexed hereto and forming a part

15   hereof. However, for a better understanding of the invention, its advantages, and the objects obtained by its use, reference should be made to the drawings which form a further part hereof, and to the accompanying descriptive matter, in which there is illustrated and described a preferred embodiment of the invention.

20   **BRIEF DESCRIPTION OF THE DRAWINGS**

FIGURE 1 is a diagram illustrating one preferred embodiment of the system for generating speculation results according to the current invention.

25   FIGURE 2 is a table illustrating one example of the customer data used in the current invention.

FIGURE 3 is a diagram illustrating one example of the data definition information used in the current invention.

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FIGURE 4 is a table illustrating one example of the characteristic rule sets used in the current invention.

FIGURE 5 is a diagram illustrating an exemplary multidimensional display according to the current invention.

5   FIGURE 6 is a diagram illustrating one exemplary display screen certain conditions are modified in one preferred embodiment of the system according to the current invention.

FIGURE 7 is a flow chart illustrating steps involved in a preferred process of the

10   speculation model generation/selection according to the current invention.

FIGURE 8 is a diagram illustrating exemplary speculation results that are obtained by one preferred process according to the current invention.

15   FIGURE 9 is a diagram illustrating exemplary results of the selected speculation model 110 according to the current invention.

FIGURE 10 is a diagram illustrating one example of the speculation result according to the current invention.

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FIGURE 11 is a diagram illustrating a flow of one example of the collective speculation process with one preferred embodiment according to the current invention.

FIGURE 12 is a diagram illustrating another preferred embodiment of the system

25   for generating speculation results according to the current invention

DETAILED DESCRIPTION OF THE PREFERRED EMBODIMENT(S)

In the drawings, a same reference numeral designates a same element throughout

30   all the views of the same element. Now referring to FIGURE 1, one preferred embodiment of a system for generating speculation results according to the current invention includes a characteristic rule generation processing unit 103, a segment selection unit 106, a

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speculation model generation unit 109 and a speculation processing unit 111. In general, customer data 101 and data definition information 102 are inputted into the characteristic rule generation processing unit 103, and the characteristic rule generation processing unit 103 outputs characteristic rule sets 104. Based upon the customer data 101, the data

5 definition information 102, the characteristic rule sets 104 and user-defined data 105, the segment selection unit 106 outputs speculation data lists or selected customer lists 107 and selected segments 108. Subsequently, based upon the customer data 101, the data definition information 102 and the selected segment 108, the speculation model generation unit 109 generates speculation models 110. Finally, based upon the selected customer lists

10 107 and the speculation models 110, the speculation processing unit 111 generates speculation results 112.

Still referring to FIGURE 1, each of the above processing units 103 processes information in a predetermined sequence and manner. According to a predetermined rule

15 such as an if-then, the characteristic rule generation processing unit 103 extracts certain characteristic information to generate the characteristic rules 104 based upon the customer data 101, which includes at least one record, each of which contains at least one record entry. After the characteristic rules 104 are generated by the characteristic rule generation processing unit 103, the segment selection unit 106 determines the structure of the multi-

20 dimensional database based upon the data definition information 102. The condition items in the data definition information 102 correspond to the key dimensions in the multi-dimensional database while the conclusion items correspond to the analysis dimensions. After the dimensional structure is determined, the characteristic rule generation processing unit 103 loads the customer data 101 and generates the multi-dimensional database. In

25 other words, the above segment selection process includes two types of tasks. One task is to generate multidimensional database using the condition items as columns and rows, and the conclusion items as analysis results. The other task is to output the selected customer list with the selected segment data into the above created multidimensional cells. A user 105 is now involved to select one of the condition items in the characteristic rules 104. In

30 response to the above user selection, a display screen is generated to display cell values as the conclusion items in the columns and rows which specify the condition items.

One example of the customer data 101 is illustrated in FIGURE 2. The exemplary customer data 101 is generally organized by the month such as March, April and May. Within each month, the first column is a customer number or ID to identify a customer. Each identified customer has a record including information on predetermined

5   items such as gender, age, profit amount and cancellation status. Within March, the cancellation status reflects an event between the beginning and the end of March. On the other hand, information other than the cancellation status for the March records is based upon the information at the end of January. For example, the customer having ID=00002 has cancelled the continuous activity or subscription during the month of March as

10   indicated by "1" in the cancelled customers column. Similarly, data in April and May have the above described time frame. Because of the information of the customer having ID=0002 from March, the April record still contains the customer information for ID=0002. However, every one of the April record lacks the information on the cancellation status. Furthermore, in the May record, the customer information for ID=0002

15   is no longer included based upon a two-month rule. Based upon the above exemplary data in April, June data will not be constructed.

Now referring to FIGURE 3, one example of the data definition information 102 is illustrated. The data definition information 102 is used for generating the characteristic

20   rule sets 104, for selecting the selected customer list 107 and for generating speculation models 110. The items used in generating the characteristic rule sets 104 include conditions items such as gender, age, profit amount, product model and residence. The above rule generation items in generating the characteristic rule sets 104 also include conclusion items such as cancellation customers. In the characteristic rule generation

25   processing unit 103, the condition items include an "IF" portion of the IF-THEN rule while the conclusion items include a "THEN" portion. Under the layer structure, gender and age are used. Under gender and age, there are number of member classifications. Gender has male and female member classifications while age has five age categories or member classifications. A combination of the above condition items and the above member

30   classifications of the layer structure defines a speculated segment that is a portion of data to be speculated. In the above example, the speculated segment is a portion of the customer data that is defined by the above described combined conditions. For example, the

speculated segment is expressed by age = 20~24 & gender = female & profit amount = $300~$400. One rule generation technique is disclosed in "Proceedings of 1999 IEEE International Conference on Systems, Man, and Cybernetics," p.V.-882-886, which is incorporated by reference herewith.

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Now referring to FIGURE 4, one example of the characteristic rule sets 104 is illustrated based upon the March data of the customer data 101. A first column includes entry items such as numbers while the rest of the columns each includes one rule. A rule sentence in the second column is written in the "if ... then" format. For example, if the age

10   is between twenty and twenty-four and the gender is female, license is cancelled. A rule/condition in the third column is a ratio between the number of records that satisfy the-rule and the number of records that satisfy only the condition portion of the rule. A precision level in the fourth column is a ratio between the number of records satisfying the rule and the number of records satisfying the condition.

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Now referring to FIGURE 5, an exemplary multidimensional display is illustrated. In this example, the rule No. 1 in FIGURE 4 is selected. The selected rule is that if the age is between twenty and twenty-four and the gender is female, license is cancelled. Based upon the above selected rule, a multidimensional display screen displays

20   condition items as well as conclusion items. The multidimensional display includes rows for displaying age groups and columns for displaying gender. In each cell of the multidimensional display, the above ratio between the number of cancelled customers according to the rule and a total number of customers is displayed as a conclusion item. The above ratio value is automatically calculated by the system according to the current

25   invention. The cells that meet the conditions used in the selected rule are in a particular predetermined color in order to distinguish at a first glance from other conditions that are not used in the rule. Other conditions are displayed as pages of the multidimensional database.

30   Still referring to FIGURE 5, the display is modifiable. A user compares the cell values of particular interest under the selected conditions to other cell values in order to determine the validity or significance of the selected rule. Furthermore, the user constructs

other displays or speculation models and selects a segment to be used for the speculation

models by observing cell value changes after adding and deleting the conditions. The

addition and deletion of the conditions are generally based upon the user's opinion and

experience or even by trials and errors. The conditions are changed by multi-dimensional

5   database functions such as drill up, drill down, slice and dice. One way to add a condition

is to drill down a page of the multi-dimensional database and to select a slice. To delete a

condition, either a column or a row of a page in the multi-dimensional database is drilled

up. For example, the user moves a pointing device such as a mouse on a triangle or an area

indicating "ALL" in the profit amount and clicks the right mouse button on the mouse to

10   drill down to display drill down selection items such as "over $400," "$300-$400," "$200-

$300," "$100-$200," "$50-$100," "$0-$50" and "less than $0." A new condition is added

by selecting a slice or a menu selection item of $300-$400 with the left mouse button to

replace the currently selected all amounts. After a combination of the conditions is

modified, the system of according to the current invention immediately displays the

15   recalculated results based upon the changes.

Now referring to FIGURE 6, one exemplary display screen illustrates

immediately calculated results after certain conditions are modified in one preferred

embodiment of the system according to the current invention. Through the above

20   exemplary change in conditions, the user has added a new condition by drilling down the

profit amount to select a slice of $300-$400 from the currently selected all amounts. After

the above addition of a new condition, the user has observed that the cell value of

particular interest such as female between twenty years old and twenty-four years old has

changed from 27% to 24%. In comparison to other cell values such as 16% for the counter

25   part males of between twenty years old and twenty-four years old and 9% for females

between twenty-five years old and thirty-four years old, the above 24% figure is still too

high for cancellation. The above percentage figure in each cell is converted into a number

of customers by changing the analysis item. Based upon the percentage figure and the

customer numbers, the user constructs speculation models to determine whether or not the

30   segment is worthwhile for predictions. An example of deleting a condition in the above

example to restore the profit amount to the originally selected all-amount condition. As

described above, the user focuses upon a certain cell after he or she adds or deletes

conditions to see the cell values in the certain cells and cells around the certain cells.

Still referring to FIGURE 6, after the user added the condition on the profit

5   amount of $300-$400 in combination with the existing conditions of age = 20 through 24

and the gender = female, the above conditions determine the selected segment 108 as

shown in FIGURE 1.   Using a pointing device such as a mouse, a particular cell is selected

as a target cell for speculation. Furthermore, a set of predetermined functions is also

displayed for the selected cell when the user initiates the menu. For example, the menu

10   display is initiated by a right mouse button while the cell is selected by a left mouse button.

Within the function menu, the user selects a desired function by the left mouse button.

Assuming that the user selects the selected customer list generation in the function menu

and the March data is currently being displayed, the selected customer list 107 is selected

from the customer data 101 from May or two months after the current data and only from a

15   portion that satisfies the imposed conditions 108. Next, assuming that the user selects the

speculation mode generation in the function menu, the speculation model generation unit

109 automatically generates an optimal speculation model based upon the conditions that

the user has selected for the above described segment selection process or unit 106.

Lastly, assuming that the user selects the speculation in the function menu, the speculation

20   processing unit 111 automatically concludes the speculation results 112 based upon the

selected customer list 107 and the speculation models 110. The speculation algorithm is

substantially the same as the algorithm used for speculating the potential cancelled

customers or possibility for the cancelled customers. The speculation algorithms include

the prior art techniques that have been disclosed in the background section of the current

25   application. The speculation item in the function menu remains disabled until the selected

customer list 107 and the speculation models 110 have been selected and successfully

completed.

Now referring to FIGURE 7, a flow chart illustrates steps involved in a preferred

30   process of the speculation model generation/selection according to the current invention.

The steps are described with respect to the units and the data as shown in FIGURE 1. In a

step 701, a portion of the customer data 101 is selected according to the data definition

information 102. In the step 701, the selected portion is further refined to extract records
that satisfy the conditions as set forth in the selected segments 108. In a step 702, the
extracted records in the step 701 are divided into model candidate data and validating data.
For example, the division is accomplished by randomly sampling sixty percent of the

5   records as the model candidate data while the remaining forty percent as the validation
data. After the division in the step 702, the conditions as defined in the data definition
information 102 are comprehensively combined to generate in combination with the
conclusion items in a step 703. For example, the above generated combinations of the
conditions include a) gender & age; b) gender & profit amount and c) gender & age &

10   profit amount. Using the above combined conditions as inputs and the conclusion items of
the data definition information 102 as outputs, speculation models are generated in the step
703. In a step 704, it is determined whether or not each of the above generated speculation
models in the step703 has been already verified in a verification step 706. If it is
determined in the step 704 the model has not been already validated, a model candidate

15   selection process is performed in a step 705. In the model candidate selection step 705, an
unverified model is selected for verification. In the verification step 706, only data
corresponding to the items in the model selected in the step 705 is extracted from the
model candidate data from the division step 702. Based upon the above extracted data, the
memory based reasoning (MBR) model is constructed in the step 706. Finally, for each of

20   the records in the validation data that has been generated in the division step 702,
speculation is performed in the verification step 706. On the other hand, if it is determined
in the step 704 the model has been already validated, the preferred process proceeds to a
step 707 where a model selection takes place. By comparing the mean square error, the
speculation model with the least mean square error value is selected in the model selection

25   step 707, and the preferred process terminates in a step 708.

Now referring to FIGURE 8, a diagram illustrates exemplary speculation results
that are obtained by the step 706 of the preferred process according to the current
invention. A point in the graph is marked by a double-circle to indicate a piece of data that

30   has been speculated by the above described process. Four points in the graph are each
marked by a single circle within a dotted circle to indicate four pieces of data that are
adjacent to the above speculated data point. Among the four adjacent data records, three

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records represent cancelled customer No. 1 while one record represents cancelled customer

No. 0. Based upon the above results, the probability for cancellation by the customer No. 1

is ¾ or 75%. Similarly, the cancellation probability is speculated for each customer in the

verification data. To evaluate the speculation models, the mean square error is determined

5   for each model based upon the verification data and the actual customer cancellation data.

Based upon the mean square error comparison, the speculation model with the least mean

square error value is selected in the model selection step 707.

      Now referring to FIGURE 9, exemplary results of the selected speculation model

10   110 are illustrated in a diagram. The used data is data that is used for speculation while

the used speculation items are items that are used as condition items and conclusion items

for speculation. The segment condition is a set of conditions that are to be satisfied by the

records for the speculation model. In the above example, March data from the customer

data 101 is used for speculation. In the same example, the condition items include

15   occupation, profit amount and residence while the conclusion items include cancelled

customers. The segment conditions include age = 20 ~24, gender = female and profit

amount = $300~$400.

      Now referring to FIGURE 10, one example of the speculation result 112 is

20   illustrated in a diagram. The exemplary speculation results 112 generally include a

speculation value for a cancelled customer ID number and selection conditions such as

segment conditions for a speculation model. The segment condition values from the

segment model 110 are substituted in the selection conditions. It is optional to include

other customer characteristics such as age and profit amount from the selected customer

25   list. For example, a second row is a record for the customer ID = 00036 and its customer

cancellation probability is 100% or 1.0. The same customer has become a part of the

selected data for speculation since she met the following conditions that age is between 20

and 24, gender is female and the profit amount is between $300 and $400. In fact, the

customer is a twenty-one year-old female who generated a profit amount of $320. As

30   described above, the selection condition column is one useful feature of the current

invention. Based upon the above selection conditions or reasons for selecting a particular

customer for speculation, the user determines a course of action for the particular customer.

In an alternative embodiment, instead of executing the speculation process 111 after each

of the selected segment process 106, more than one segment is selected at a time, and the

speculation process 111 speculates to generate the results collectively based upon the

above plurality of the selected segments.

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Now referring to FIGURE 11, one example of the collective speculation process

is illustrated in a flow diagram. The selected customer list 107 includes all the customers

that are included in any one of a plurality of the selected segments. Although not shown in

FIGURE 11, the rule generation items in the data definition information 102 are all

10   included. A speculation model selection process or unit 1101 selects one record at a time

from the selected customer list 107 and also selects one speculation model from a

speculation model set 1102 for each of the above selected record. The speculation model

set 1102 is a collection of more than one speculation model 110 that has been generated in

advance based upon the selection segment 108. The speculation model selection process

15   or unit 1101 determines whether or not the selected record meets the segment conditions of

each of the speculation models in the speculation model set 1102. The speculation model

selection process or unit 1101 inputs any one of the speculation models that meet the

segment conditions into a speculation process or unit 111. The peculation process or unit

111 outputs the speculation results 112. The format of the speculation results 112 is

20   illustrated in FIGURE 10 and the selection conditions may vary for each record. In one

preferred embodiment, the above described steps or flows are associated with a single

command from a user rather than separate commands as shown in the function menu items

as shown in FIGURE 6.

25   In summary, in the above described preferred embodiments of the data mining

system according to the current invention, after confirming the effect of adding or deleting

conditions to and from characteristic data segments as specified by the characteristic rules,

the user selects a segment of particular interest. Subsequently, the user specifies certain

similar customers from the selected segment to be used for speculation so that the

30   speculation model has a relatively high precision level. Additionally, the user modifies the

conditions on the speculation results to further understand the bases for the inclusion of the

customers in the speculation. The user considers the future course of action towards certain customers based upon the above understandings.

Now referring to FIGURE 12, another preferred embodiment of the system for generating speculation results according to the current invention includes a characteristic rule generation processing unit 103, a segment selection unit 106, a speculation model generation unit 109 and a speculation processing unit 111. In general, customer data 101 and data definition information 102 are inputted into the characteristic rule generation processing unit 103, and the characteristic rule generation processing unit 103 outputs characteristic rule sets 104. Based upon the customer data 101, the data definition information 102, the characteristic rule sets 104 and user-defined data 105, the segment selection unit 106 outputs speculation data lists or selected customer lists 107 and selected segments 108. In the second preferred embodiment, based upon the customer data 101, the data definition information 102 and the selected segment 108, the speculation model generation unit 109 generates a predetermined number of speculation models 110 in advance and store them before the user selects a particular speculation model for use. In the second preferred embodiment, the user 105 independently selects one of the speculation models 110. Finally, based upon the selected customer lists 107 and the user selected speculation model 110, the speculation processing unit 111 generates speculation results 112.

It is to be understood, however, that even though numerous characteristics and advantages of the present invention have been set forth in the foregoing description, together with details of the structure and function of the invention, the disclosure is illustrative only, and that although changes may be made in detail, especially in matters of shape, size and arrangement of parts, as well as implementation in software, hardware, or a combination of both, the changes are within the principles of the invention to the full extent indicated by the broad general meaning of the terms in which the appended claims are expressed.